

**Prime Focus Technologies UK Limited**

**Standalone Financial Statements For The Year Ended**

**31 March, 2020**

Prime Focus Technologies UK Limited  
Standalone Balance Sheet as at March 31, 2020

in ₹

Particulars	Notes	As at 31 Mar 2020	As at 31 Mar 2019
<b>1. Non-current Assets</b>			
(a) Property, plant and equipment	4	1,350,971	2,991,858
(b) Capital work-in-progress		269,233	-
(c) Goodwill		-	-
(d) Other intangible assets	4A	54,312	14,238
(e) Right to use plant & machinery	4A	2,665,663	-
(f) Intangible assets under development		-	-
(g) Financial assets		-	-
(i) Investments	5	2,336,163	2,336,163
(ii) Other financial assets	8	54,257	50,045
(h) Other non-current assets	9	-	-
<b>Total Non-current Assets</b>		<b>6,730,599</b>	<b>5,392,304</b>
<b>2. Current assets</b>			
(a) Inventories		-	-
(b) Financial assets			
(i) Trade receivables	6	669,063	350,601
(ii) Cash and cash equivalents	7	104,894	43,721
(iii) Bank balances other than (ii) above		-	-
(iv) Loans		-	-
(v) Other financial assets	8	1,422,051	1,520,692
(c) Other current assets	9	335,158	430,108
<b>Total Current Assets</b>		<b>2,531,166</b>	<b>2,345,122</b>
	<b>Total assets</b>	<b>9,261,765</b>	<b>7,737,426</b>
<b>Equity</b>			
(a) Equity share capital	10	0.01	0.01
(b) Other equity	11	(460,800)	473,657
<b>Equity attributable to owners of the Company</b>		<b>(460,800)</b>	<b>473,657</b>
<b>Liabilities</b>			
<b>(1) Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	12	3,028,283	2,211,234
(ii) Other financial liabilities		27,758	-
(b) Deferred tax liability (net)		-	-
(c) Provisions		-	-
(d) Other non-current liabilities		-	-
<b>Total Non-current liabilities</b>		<b>3,056,041</b>	<b>2,211,234</b>
<b>(2) Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	15	3,233,633	2,890,303
(ii) Trade payables		2,327,606	1,236,940
(iii) Other financial liabilities	13	1,038,379	904,631
(b) Provisions		-	-
(c) Current tax liabilities (net)		-	-
(d) Other current liabilities	14	66,906	20,661
<b>Total current liabilities</b>		<b>6,666,524</b>	<b>5,052,534</b>
	<b>Total equity and liabilities</b>	<b>9,261,765</b>	<b>7,737,426</b>

See accompanying notes to the standalone financial statements

1-25

In terms of our report attached

For V. Shivkumar & Associates

For and on behalf of the Board of Directors

Chartered Accountants

Firm Registration No. 112781W

V. Shivkumar

(Proprietor)

Membership No.042673

Place: Mumbai

Date: 29 July 2020



Ramakrishnan Sankaranarayanan

(Director)

Mumbai, dated: 29 July 2020

Prime Focus Technologies UK Limited  
Standalone Statement of Profit and Loss Account for the year ended March 31, 2020

in £

Particulars	Notes	Year ended Mar 31, 2020	Year ended Mar 31, 2019
<b>Income</b>			
Revenue from operations	16	2,695,940	318,251
Other income	17	52,143	-
<b>Total income from operations</b>		<b>2,748,083</b>	<b>318,251</b>
<b>Expenses</b>			
Employee benefits expense	18	526,120	475,612
Employee stock option expense		-	-
Technical service cost		1,067,040	375,809
Depreciation and amortisation expense	4 & 4A	826,366	73,549
Other expenditure	19	992,338	629,093
Finance costs	20	174,783	241,870
Exchange loss (net)		95,893	38,250
<b>Total Expenses</b>		<b>3,682,540</b>	<b>1,834,183</b>
<b>Profit / (Loss) before tax</b>		<b>(934,457)</b>	<b>(1,515,933)</b>
<b>Tax expense</b>			
Current tax	21	-	-
Deferred tax		-	-
<b>Total tax expense</b>		<b>-</b>	<b>-</b>
<b>Profit / (Loss) for the year</b>		<b>(934,457)</b>	<b>(1,515,933)</b>

**Other comprehensive income**

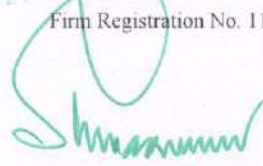
	Notes	For the year ended March 2019	For the year ended March 2018
A (i) items that will not be reclassified to profit or loss			
Re-measurements of defined benefit obligations		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B (i) Items that will be reclassified to the profit or loss			
Exchange difference in translating the financial statements		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
<b>Total other comprehensive income</b>		<b>-</b>	<b>-</b>
<b>Total other comprehensive income for the year</b>		<b>(934,457)</b>	<b>(1,515,933)</b>
Earning per equity share of face value of £ 0.1 each			
(a) Basic (in £)		(0.00)	(0.01)
(b) Diluted (in £)		(0.00)	(0.01)

See accompanying notes to the standalone financial statements

1-25

In terms of our report attached  
For V. Shivkumar & Associates  
Chartered Accountants  
Firm Registration No. 112781W

For and on behalf of the Board of Directors



V. Shivkumar  
(Proprietor)  
Membership No 042673  
Place: Mumbai  
Date: 29 July 2020





Ramakrishnan Sankaranarayanan  
(Director)  
Mumbai, dated: 29 July 2020

Prime Focus Technologies UK Limited  
Notes to Financial Statements

Statement of Changes in Equity for the year ended March 31, 2020

A. Equity Share Capital		in ₹
Particulars	Total	
As at April 1, 2018	0.01	
Changes in Equity Share Capital during the year	-	
<b>As at March 31, 2019</b>	<b>0.01</b>	
Changes in Equity Share Capital during the year	-	
<b>As at March 31, 2020</b>	<b>0.01</b>	

Particulars	Attributable to owners of the Company					Preference Shares Optionally Convertible Redeemable shares	Total
	Reserves and Surplus			Other Reserves			
	Debtore Redemption Reserve	Securities Premium	Balance in the Statement of Profit and Loss	Foreign Currency Translation Reserve	ESOP Reserve		
<b>Balance as at March 31, 2018</b>	-	-	835,562	-	-	(2,825,151)	(1,989,589)
Addition during the year							
Total comprehensive income for the year			1,515,933				1,515,933
Exchange rate fluctuation during the year							
<b>Balance as at March 31, 2019</b>	-	-	2,351,494	-	-	(2,825,151)	(473,657)
<b>Transfer from Profit and Loss to debenture redemption reserve</b>	-	-	-	-	-	-	-
Securities Premium on issue of Equity shares at a premium							
Expenses on issue of equity shares/Debtentures							
Premium on redemption of debentures							
Exchange rate fluctuation during the year							
Total comprehensive income for the year			934,457				934,457
Addition during the year							
<b>Balance as at March 31, 2020</b>	-	-	3,285,951	-	-	(2,825,151)	460,800


See accompanying notes to the standalone financial statements

In terms of our report attached  
For V. Shivkumar & Associates  
Chartered Accountants  
Firm Registration No. 112781W



V. Shivkumar  
(Proprietor)  
Membership No. 042673  
Place: Mumbai  
Date: 29 July 2020

For and on behalf of the Board of Directors

  
Ramakrishnan Sankaranarayanan  
(Director)  
Mumbai, dated: 29 July 2020

Prime Focus Technologies UK Limited  
Standalone Cash Flow Statement for the year ended March 31, 2020

	in £	
Particulars	Year ended Mar 31, 2020	Year ended Mar 31, 2019
<b>Cash flow from Operating activities</b>		
Profit before tax	(934,457)	(1,515,934)
<b>Non-cash adjustments to reconcile profit before tax to net cash flows :</b>		
Depreciation and amortization expense	826,366	73,549
Sundry debit balances / bad debts written off / written back (net)	240,305	5,907
Interest income	(52,143)	-
Finance costs	170,644	48,768
Provision for Direct Taxes	-	-
<b>Operating profit before working capital changes</b>	<b>250,715</b>	<b>(1,387,710)</b>
<b>Movements in working capital :</b>		
(Increase)/(Decrease) in non current other Financial assets	(4,212)	-
(Increase)/Decrease in Inventory	-	-
(Increase)/(Decrease) in trade receivables	(441,510)	(134,446)
(Increase)/(Decrease) in current other Financial assets	(22,859)	657,768
(Increase)/(Decrease) in other current assets	94,950	(291,306)
(Decrease)/Increase in trade payables	1,089,422	(351,351)
(Decrease)/Increase in Short Term Borrowings	343,330	1,490,611
(Decrease)/Increase in other Financial liabilities	161,506	107,470
(Decrease)/Increase in other current liabilities	46,245	(19,907)
(Decrease)/Increase in other long-term liabilities	-	-
(Decrease)/Increase in long-term provisions	-	-
(Decrease)/Increase in short-term provisions	-	-
<b>Cash generated from operations</b>	<b>1,517,586</b>	<b>71,129</b>
Direct taxes (paid) / refund received	-	-
<b>Net cash flow from operating activities (A)</b>	<b>1,517,586</b>	<b>71,129</b>
<b>Cash flow from Investing activities</b>		
Purchase/Sale of Fixed Assets (net)	(1,913,485)	(2,905,184)
Capital Work in Progress	(269,233)	(20)
Interest received	52,143	-
<b>Net cash flow (used in) Investing activities (B)</b>	<b>(2,130,575)</b>	<b>(2,905,204)</b>

<b>Cash flow from financing activities</b>		
Proceeds from issuance of Preference shares	-	-
Proceeds received from/ (repayment) of Non Current borrowings (net)	844,806	2,899,646
Interest paid	(170,644)	(48,767)
<b>Net Cash flow (used in) / generated from Financing activities (C)</b>	<b>674,162</b>	<b>2,850,879</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>61,173</b>	<b>16,805</b>
Cash and Cash Equivalents at the Beginning of the year	43,721	26,916
Effect of foreign exchange translation	-	-
<b>Cash and Cash Equivalents at the End of the year</b>	<b>104,894</b>	<b>43,721</b>
<b>Notes:</b>		
<b>1) Components of cash and cash equivalents</b>		
a) Cash on hand	-	-
b) Balance in banks - current accounts	104,894	43,721
<b>Cash and cash equivalents (Refer note 7)</b>	<b>104,894</b>	<b>43,721</b>

See accompanying notes to the standalone financial statements

In terms of our report attached  
For V. Shivkumar & Associates  
Chartered Accountants  
Firm Registration No. 112781W

V. Shivkumar  
(Proprietor)  
Membership No.042673  
Place: Mumbai  
Date: 29 July 2020



For and on behalf of the Board of Directors

Ramakrishnan Sankaranarayanan  
(Director)  
Mumbai, dated: 29 July 2020

**Prime Focus Technologies UK Limited**  
**Notes to Financial Statements**

**1. Corporate information**

Prime Focus Technologies UK Limited ('PFT UK' and 'the Company') and all its subsidiaries (collectively referred to as 'Group') are engaged in the business of providing digital technological solutions to the sports, film, broadcast, advertising and media industries.

On 01st April 2018, the Company entered into a share purchase agreement to acquire 100% ownership of the issued capital of PF MEAD FZ LLC, a free zone limited liability company incorporated in the Media zone - Abu Dhabi.

The acquisition has been made by the Company to make valuable addition to the group's existing offerings in creative services and post production space. The acquisition of PF MEAD FZ LLC is expected to enrich the group with ability to access the Middle East market.

The Company has acquired 100 equity shares of AED 1 each from Prime Focus ME Limited.

**2. Statement of significant accounting policies:**

**a. Basis of preparation**

The standalone financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under Section 211 (3C) of the Companies Act, 1956 ("the 1956 Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of General Circular 15/2013 dated 13 September, 2013 of the Ministry of Corporate Affairs) and the relevant provisions of the 1956 Act/ 2013 Act, as applicable. The standalone financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies have been consistently applied by the Group are consistent with those of the previous year.

**b. Principles of consolidation**

The standalone financial statements include the financial statements the Company and all its subsidiaries (collectively referred to as 'the Group'), which are more than 50% owned or controlled and have been prepared in accordance with the principles of consolidation laid down in Accounting Standard 21- 'standalone Financial Statements' notified under section 211 (3C) of the Companies Act, 1956.

The standalone financial statements have been prepared on the following basis:

- i. The financial statements of the Company and its subsidiary have been combined on a line-by line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances and intra-group transactions.
- ii. The Assets and Liabilities of subsidiaries are translated into British Pound at the rate of exchange prevailing as of the Balance sheet date. Revenue and Expenses are translated into British Pound at an average closing rate. Any exchange difference arising on consolidation is recognized in the net Foreign Exchange gain or loss in P&L account.
- iii. The difference between the costs of investment in subsidiaries over the net asset at the time of acquisition of shares in the subsidiaries is recognized in the financial statements as Goodwill or Capital Reserve as the case may be.
- iv. The standalone financial statements are prepared using uniform accounting policies to the extent practicable across the Group. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by Company, except in case of the accounting policies for depreciation and amortization.
- v. Details of subsidiaries included in the standalone financials:

Name of Subsidiary	Principal Activity	Country of Incorporation	Percentage of Holding
Prime Post Europe Limited	Content Management services	London, U.K.	100%
Prime Focus MEAD FZ LLC	Post Production Services	Abu Dhabi, U.A.E.	100%

**c. Use of Estimates**

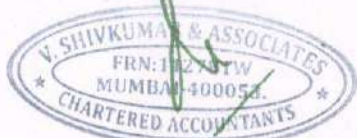
The preparation of standalone financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Accounting estimates change from period to period. Actual result could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and if material, their effects are disclosed in the notes to the financial statements.

**d. Tangible fixed assets**

Fixed assets are carried at cost of acquisition or construction. They are stated at historical cost less accumulated depreciation and impairment loss, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition or its intended use. Borrowing costs relating to acquisition, construction of qualifying assets which takes period more than 8 to 10 months of time to get ready for its intended use are capitalized as part of the cost of such assets.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standards of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the Statement of Profit and Loss for the period during which such expenses are incurred.

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.



**e. Intangible Assets**

Intangible assets are stated at cost less accumulated amortization and impairment loss, if any.

Research cost are expensed as incurred. Development cost are expensed as incurred unless technical and commercial feasibility of the project is demonstrated, future economic benefits are probable, the Company has intention and ability to complete the project, use or sell the asset and cost of the asset can be measured reliably.

**f. Depreciation of fixed assets**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 (also refer note 11 and 12). Assets acquired under finance lease are depreciated over the period of lease. Goodwill on acquisition is not amortized but is tested for impairment on Annual Basis.

**g. Impairment of assets**

The carrying values of assets are reviewed at each Balance Sheet date for impairment. If any indicators of impairment exist, the recoverable amount of such assets is estimated and impairment is recognized, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognized for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss, except in case of revalued assets

**h. Investments**

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

**i. Leases**

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalised at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised as finance costs in the Statement of Profit and Loss. Lease management fees, legal charges and other initial direct costs of lease are capitalised.

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight line basis over the leased term.

**i. Revenue Recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Revenue from technical services are recognized on the basis of services rendered and when no significant uncertainty exists as to its determination or realization.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividends are recognized when the shareholders' right to receive payment is established by the Balance Sheet date.

**k. Foreign Currency Transactions**

**Initial Recognition**

Foreign Currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**Conversion**

At the year end, foreign currency monetary items are reported using the closing exchange rate.

**Exchange Differences**

Exchange difference are recognized as income or expenses in the year in which they arise except in the case of exchange differences arising on long term monetary items related to acquisition of fixed assets which are capitalized and depreciated over the remaining useful life of assets.

**l. Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.



Prime Focus Technologies UK Limited  
Notes to Financial Statements

Particulars	in £			
	For the year ended March 31, 2020		For the year ended March 31, 2019	
	No of Shares	Amount	No of Shares	Amount
<b>Authorized shares:</b>				
Equity Shares of £ 0.01 each	1	0.01	1	0.01
		<b>0.01</b>		<b>0.01</b>
<b>Issued, subscribed and paid-Up:</b>				
Equity Shares of £ 0.01 each	1	0.01	1	0.01
		<b>0.01</b>		<b>0.01</b>

Movement in equity share capital

Particulars	For the year ended March 31, 2020		For the year ended March 31, 2019	
	No of Shares	Amount	No of Shares	Amount
	Equity Shares as at 1 April	1	0.01	1
Changes during the year	-	-	-	-
Equity Shares as at 31 March	<b>1</b>	<b>0.01</b>	<b>1</b>	<b>0.01</b>

Details of Shareholders holding more than 5% shares in the company

Particulars	For the year ended March 31, 2020		For the year ended March 31, 2018	
	No of Shares	Amount	No of Shares	Amount
	Prime Focus Technologies Limited	1	100%	1





Prime Focus Technologies UK Limited  
Notes to Financial Statements

4 Tangible assets

in £

Particulars	Office Equipment	Computer	Leasehold Improvement	Total
<b>Current Year</b>				
Gross block				
As at April 1, 2019	327,116	3,049,233	59,752	3,436,101
Additions	718	1,395,548		1,396,267
Translation		(34,801)		(34,801)
Deduction	-		-	-
Transferred to Right to use plant & machinery		(2,904,756)		(2,904,756)
<b>As at March 31, 2020</b>	<b>327,835</b>	<b>1,505,224</b>	<b>59,752</b>	<b>1,892,810</b>
<b>Depreciation</b>				
As at April 1, 2019	287,499	127,340	16,799	431,638
For the year	9,862	106,296	14,579	130,736
Translation		(12,612)		(12,612)
Deduction	-		-	-
Transferred to Right to use plant & machinery		(7,923)		(7,923)
<b>As at March 31, 2020</b>	<b>297,361</b>	<b>213,101</b>	<b>31,378</b>	<b>541,840</b>
<b>Net block</b>				
<b>As at March 31, 2020</b>	<b>30,474</b>	<b>1,292,123</b>	<b>28,374</b>	<b>1,350,971</b>
<b>Previous Year</b>				
Gross block				
As at April 1, 2018	326,687	135,877	59,752	522,316
Additions	429	2,904,756	-	2,905,185
Deduction		8,600		8,600
<b>As at March 31, 2019</b>	<b>327,116</b>	<b>3,049,233</b>	<b>59,752</b>	<b>3,436,101</b>
<b>Depreciation</b>				
As at April 1, 2018	265,541	102,788	2,220	370,549
For the year	21,958	28,003	14,579	64,540
Translation		(3,451)		(3,451)
Deduction	-		-	-
<b>As at March 31, 2019</b>	<b>287,499</b>	<b>127,340</b>	<b>16,799</b>	<b>431,638</b>
<b>Net block</b>				
<b>As at March 31, 2019</b>	<b>39,617</b>	<b>2,921,893</b>	<b>42,953</b>	<b>3,004,463</b>



Prime Focus Technologies UK Limited  
Notes to Financial Statements

4A Intangible assets			in £
Particulars	Software	Right to use Plant & Machinery	Total
<b>Current Year</b>			
<b>Gross block</b>			
As at April 1, 2019	23,558	-	23,558
Additions	70,647	446,571	517,218
Deduction	-	-	-
Transferred from plant & machinery		2,904,756	2,904,756
<b>As at March 31, 2020</b>	<b>94,205</b>	<b>3,351,327</b>	<b>3,445,532</b>
<b>Depreciation</b>			
As at April 1, 2019	22,004		22,004
For the year	17,889	677,741	695,630
Deduction	-	-	-
Transferred from plant & machinery		7,923	7,923
<b>As at March 31, 2020</b>	<b>39,892</b>	<b>685,664</b>	<b>725,556</b>
<b>Net block</b>			
<b>As at March 31, 2020</b>	<b>54,312</b>	<b>2,665,663</b>	<b>2,719,976</b>
<b>Previous Year</b>			
<b>Gross block</b>			
As at April 1, 2018	23,558	-	23,558
Additions	-	-	-
Deduction	-	-	-
<b>As at March 31, 2019</b>	<b>23,558</b>	<b>-</b>	<b>23,558</b>
<b>Depreciation</b>			
As at April 1, 2018	12,995	-	12,995
For the year	9,009	-	9,009
Deduction	-	-	-
<b>As at March 31, 2019</b>	<b>22,004</b>	<b>-</b>	<b>22,004</b>
<b>Net block</b>			
<b>As at March 31, 2019</b>	<b>1,554</b>	<b>-</b>	<b>1,554</b>

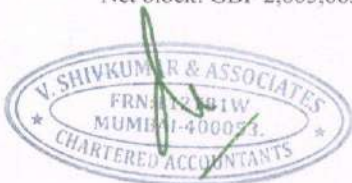
Plant and equipment includes assets taken on finance lease as under.

Gross block: GBP 3,351,327 (March 31, 2019 GBP 2,904,756)

Depreciation charge for the year: GBP 677,741 (March 31, 2019 GBP 7,923)

Accumulated depreciation: GBP. 685,664 (March 31, 2019 GBP 7,923)

Net block: GBP 2,665,663 (March 31, 2019 GBP 2,896,833)



**Prime Focus Technologies UK Limited**  
**Notes to Financial Statements**

**5 Investments**

*in £*

	As at 31 March 2020	As at 31 Mar 2019
<b>Long Term, At cost, fully paid up</b>		
<b>Trade Investment (unquoted)</b>		
<b>In shares of Subsidiary Companies</b>		
100 Shares of Prime Post <b>(Europe) Limited £1 each</b>	2,336,143	2,336,143
100 Shares of Prime Focus <b>MEAD FZ LLC of AED 1 each</b>	20	20
<b>Total</b>	<b>2,336,163</b>	<b>2,336,163</b>

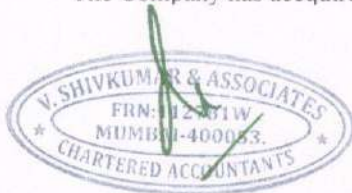
**Note :**

Prime Focus London Plc (PFLP) (Holding Company of Target) was into the Business of Post Production i.e. Data Services which includes Tagging, Visual QC, Digitalization, Grading, Restoration, & Localization services which includes Dubbing, Subtitling, Close captioning, Retime coding, etc. to service its customers within UK and Europe. PFLP has carried out this business through its two subsidiaries namely VTR Media Investment Limited (VMIL) (Intermediate Holding company of Target) and Prime Post (Europe) Limited (Target). Prime Focus Technologies UK Limited (PFTUK) (Company) has entered into the Term Sheet dated October 14, 2014, to acquire PFLP's Post Production business carried out in UK and Europe. As per the Term Sheet, it has been agreed that PFTUK will buy entire share capital (100 ordinary shares of paid up value GBP 100) of PPEL held by VMIL and business for a consideration of GBP 2.5 million. The Term Sheet is dated October 14, 2014 and is effective from October 1, 2014. Any business carried out by PFLP in respect of Post Production business for UK and Europe will now be carried out by it on behalf of PFTUK till the date this actual transaction gets consummated.

On 01st April 2018, the Company entered into a share purchase agreement to acquire 100% ownership of the issued capital of PF MEAD FZ LLC, a free zone limited liability company incorporated in the Media zone - Abu Dhabi.

The acquisition has been made by the Company to make valuable addition to the group's existing offerings in creative services and post production space. The acquisition of PF MEAD FZ LLC is expected to enrich the group with ability to access the Middle East market.

The Company has acquired 100 equity shares of AED 1 each from Prime Focus ME Limited.



6 Trade Receivables (Unsecured)

	<i>in £</i>	
	As at 31 Mar 2020	As at 31 Mar 2019
<b>Current</b>		
Considered good	792,111	350,601
Considered doubtful	(123,048)	-
	<b>669,063</b>	<b>350,601</b>
Allowance for doubtful receivables	-	-
	<b>669,063</b>	<b>350,601</b>

7 Cash and bank balances

	<i>in £</i>	
	As at 31 Mar 2020	As at 31 Mar 2019
<b>a. Cash and cash equivalents</b>		
Cash on hand (refer note below)	-	-
<b>Bank balances</b>		
In current Accounts	104,894	43,721
	<b>104,894</b>	<b>43,721</b>
<b>b. Balances other than (a) above</b>		
Other bank balances	-	-
In deposits*	-	-
	-	-

8 Other financial assets

	<i>in £</i>	
	As at 31 Mar 2020	As at 31 Mar 2019
<b>Non-current</b>		
Deposits	54,257	50,045
Other loans and advances	-	-
	<b>54,257</b>	<b>50,045</b>
<b>Current</b>		
Unbilled revenue	642,613	77,798
Advance to fellow subsidiaries	729,650	1,442,894
Deposits	49,788	-
Other loans and advances	-	-
	<b>1,422,051</b>	<b>1,520,692</b>

9 Other Assets

	<i>in £</i>	
	As at 31 Mar 2020	As at 31 Mar 2019
<b>Non-current (Unsecured)</b>		
Capital advances	-	-
Advance payment of taxes (net of provision for tax)	-	-
	-	-
<b>Current (Unsecured)</b>		
Other loans and advances	272,337	351,328
Prepaid expenses	62,821	73,801
Advance payment of taxes (net of provision for tax)	-	4,979
	<b>335,158</b>	<b>430,108</b>

10 Equity Share Capital

	<i>in £</i>	
	As at 31 Mar 2020	As at 31 Mar 2019
<b>Authorised share capital:</b>		
	0.01	0.01
<b>Issued, subscribed and paid-Up:</b>		
	0.01	0.01
<b>Total</b>	<b>0.01</b>	<b>0.01</b>

11 Other equity

	<i>in £</i>	
	As at 31 Mar 2020	As at 31 Mar 2019
<b>Preference shares</b>		
As at last balance sheet	2,825,151	2,825,151
Movement during the year	-	-
	<b>2,825,151</b>	<b>2,825,151</b>
<b>Other comprehensive income</b>		
As per last balance sheet	(2,351,494)	(835,561)
Movement during the year	(934,457)	(1,515,933)
	<b>(3,285,951)</b>	<b>(2,351,494)</b>
<b>Total</b>	<b>(460,800)</b>	<b>473,657</b>

12 Non-Current Liabilities  
Borrowings (Non - Current)

in £

	As at 31 Mar 2020	As at 31 Mar 2019
<b>Term loans (secured)</b>		
Others	-	-
<b>Other loan and advances (secured)</b>		
Finance lease obligation	3,028,283	2,211,234
<b>Other loan and advances (unsecured)</b>		
Loan from related party	-	-
<b>Total</b>	<b>3,028,283</b>	<b>2,211,234</b>

a. The Company leases certain equipment under finance leases. The lease term is 5 years. The Company has option to purchase the equipment for a nominal amount at the end of the lease term. The Company's obligation under finance leases are secured by hypothecation of such equipment. Interest rates underlying all obligations under finance lease range from 1.40% to 1.72% per annum.

b.

Particulars	Total Minimum lease payments outstanding	
	As at 31 Mar 2020	As at 31 Mar 2019
Within one year	977,629	793,810
Later than one year and not later than five years	3,170,652	2,363,371
later than five years		
<b>Total</b>	<b>4,148,281</b>	<b>3,157,181</b>

Particulars	Future interest on outstanding	
	As at 31 Mar 2020	As at 31 Mar 2019
Within one year	105,783	94,310
Later than one year and not later than five years	142,369	152,137
later than five years		
<b>Total</b>	<b>248,152</b>	<b>246,446</b>

Particulars	Present value of minimum lease payments	
	As at 31 Mar 2020	As at 31 Mar 2019
Within one year	871,846	699,500
Later than one year and not later than five years	3,028,283	2,211,234
later than five years		
<b>Total</b>	<b>3,900,129</b>	<b>2,910,734</b>

Other Financial liabilities (Non current)

in £

	As at 31 Mar 2020	As at 31 Mar 2019
Deferred rent	27,758	-
Other long term payables	-	-
Deferred consideration for acquisition of subsidiaries and business	-	-
	27,758	-

13 Other Financial liabilities (Current)

in £

	As at 31 Mar 2020	As at 31 Mar 2019
<b>Current maturity of long term borrowings</b>		
<b>Term loans (secured)</b>		
from banks	-	-
<b>Term loans (unsecured)</b>		
from others	-	-
<b>Other loans and advances (secured)</b>		
Finance lease obligations	871,846	699,500
	871,846	699,500
Deferred consideration for acquisition of business	-	-
Interest payable to group companies	140,957	196,946
Advance from fellow subsidiaries	-	-
Capital Creditors	-	-
Deferred rent	-	-
Other financial liabilities	25,576	8,185
	1,038,379	904,631



14 Other liabilities

	<i>in £</i>	
	As at 31 Mar 2020	As at 31 Mar 2019
<b>Non-Current</b>		
Deposit received from customers	-	-
Deferred revenue	-	-
<b>Current</b>		
Accrued salaries and benefits	44,316	20,661
Deferred revenue	7,808	-
Other payables	14,782	-
	<b>66,906</b>	<b>20,661</b>

15 Borrowings (Current)

	<i>in £</i>	
	As at 31 Mar 2020	As at 31 Mar 2019
<b>From Banks/ Others (Secured)</b>		
Cash credit/ overdraft	-	-
Invoice discounting facility	-	-
<b>From Others (Unsecured)</b>		
Loan from fellow subsidiary	3,233,633	2,890,303
	<b>3,233,633</b>	<b>2,890,303</b>



16 Revenue from operations

	<i>in £</i>	
	Year ended Mar 31, 2020	Year ended Mar 31, 2019
Sale of services	2,695,940	318,251
<b>Total Revenue from Operations</b>	<b>2,695,940</b>	<b>318,251</b>

17 Other income

	<i>in £</i>	
	Year ended Mar 31, 2020	Year ended Mar 31, 2019
Interest income:		
Bank deposits	-	-
on income tax refunds	-	-
Others interest income	52,143	-
Gain on sale of investment	-	-
Net gain on sale of property, plant and equipment	-	-
Others	-	-
<b>Total Other Income</b>	<b>52,143</b>	<b>-</b>

18 Employee benefits expense

	<i>in £</i>	
	Year ended Mar 31, 2020	Year ended Mar 31, 2019
Salaries and wages	523,020	473,185
Contribution to provident fund and other funds	-	-
Staff welfare expenses	3,100	2,427
<b>Total Employee benefits expense</b>	<b>526,120</b>	<b>475,612</b>

19 Other expenses

	<i>in £</i>	
	Year ended Mar 31, 2020	Year ended Mar 31, 2019
Rent	160,926	116,420
Communication cost	65,531	16,500
Electricity	5,539	7,265
Legal and Professional fees	159,625	87,514
Rates and taxes	42,294	40,953
Traveling and conveyance	71,803	60,659
Repairs and maintenance	69,148	103,215
Insurance cost	10,192	6,031
House keeping	22,429	5,475
Sales promotion expenses	136,793	181,906
Management fees	-	-
Consumables- Tapes	-	-
Miscellaneous expenses	120,010	(1,844)
Provision for doubtful debts	123,048	-
Sundry debit balances written off	-	-
<b>Total Other expenses</b>	<b>987,338</b>	<b>624,093</b>
<b>Payment to auditors</b>		
As auditor		
Audit fees	5,000	5,000
In other matters		
<b>Total</b>	<b>5,000</b>	<b>5,000</b>

20 Finance costs

	<i>in £</i>	
	Year ended Mar 31, 2020	Year ended Mar 31, 2019
Finance charges	4,139	2,318
Interest on working capital finance	105,995	48,768
Interest on loan from fellow subsidiary	64,649	190,784
<b>Total Finance costs</b>	<b>174,783</b>	<b>241,870</b>

21 Tax expense

	<i>in £</i>	
	Year ended Mar 31, 2020	Year ended Mar 31, 2019
Current tax	-	-
Deferred tax	-	-
<b>Total Tax Expense</b>	<b>-</b>	<b>-</b>



**Prime Focus Technologies UK Limited**  
**Notes to Financial Statements**

**22 EPS**

'Particulars	Mar'20	Mar'19
Net Profit/(loss) before exceptional items but after tax attributable to common stock shareholders for basic EPS (GBP) (A)	(934,457)	(1,515,933)
Weighted average number of common stock shares outstanding during the year (for calculating basic EPS)(B)	282,515,101	282,515,101
Weighted average number of common stock shares outstanding during the year (for calculating Diluted EPS)(B)	282,515,101	282,515,101
<b>Earnings per share</b>		
Basic EPS (GBP) (C=A / B)	(0.00)	(0.01)
Diluted EPS (GBP) (C=A / B)	(0.00)	(0.01)
Nominal Value Per Share (GBP)	0.01	0.01

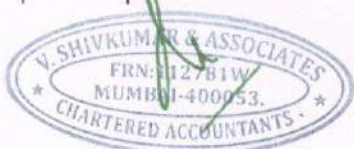




**Prime Focus Technologies UK Limited**  
**Notes to Financial Statements**

**23 Related party disclosure:**

<b>(i)</b>	<b>List of parties with whom transactions have taken place during the year</b>		
	Prime Focus Technologies Limited- Holding Company (Control Exists)		
	Prime Focus Coopertief u.a. - Fellow Subsidiary		
	Prime Focus Luxembourg SARM- Fellow Subsidiary		
	Prime Focus Overseas Ltd- Fellow Subsidiary		
	Prime Focus World Ltd- Fellow Subsidiary		
	Prime Focus World NV- Fellow Subsidiary		
	Prime Focus Technologies Inc- Fellow Subsidiary		
	Prime Focus International Services UK Limited- Fellow Subsidiary		
	Prime Focus MEAD FZ LLC - Fellow Subsidiary		
	Prime Post Europe Limited - Wholly Owned Subsidiary		
	De-Fi Media Limited- Fellow Subsidiary		
<b>(ii)</b>	<b>Name and particulars of related party transactions:</b>		
<b>1)</b>	<b>Holding Company</b>		
	<b>Particulars</b>	<b>Mar 2020</b>	<b>Mar 2019</b>
<b>a)</b>	<b>Prime Focus Technologies Limited:</b>		
	Technical Charges	1,000,000	-
	Payment of Reimbursement of expenses	-	24,920
	<b>Balance outstanding at the year end- credit</b>	<b>1,000,000</b>	<b>-</b>
<b>2)</b>	<b>Fellow Subsidiary companies</b>		
	<b>Particulars</b>	<b>Mar 2020</b>	<b>Mar 2019</b>
<b>a)</b>	<b>Prime Focus 3D Cooperatief U.A. (Netherland)</b>		
	Advances Given	-	49,739
	Repayment against Advances Given	62,549	-
	<b>Balance outstanding at the year end- debit</b>	<b>-</b>	<b>62,549</b>
<b>b)</b>	<b>Prime Focus Luxembourg SARM</b>		
	Repayment of Reimbursement	5,566	-
	<b>Balance outstanding at the year end- debit</b>	<b>-</b>	<b>5,566</b>
<b>c)</b>	<b>Prime Focus World NV</b>		
	Advances Received / (Given) - Net	1,688,000	-
	Repayment against Advances Recd	1,688,000	-
	<b>Balance outstanding at the year end-Credit</b>	<b>-</b>	<b>-</b>
<b>d)</b>	<b>Prime Focus Overseas Ltd</b>		
	Repayment of Reimbursement	1,879	-
	<b>Balance outstanding at the year end- debit</b>	<b>-</b>	<b>1,879</b>
<b>e)</b>	<b>Prime Focus World Ltd</b>		
	Reimbursement of expenses (Net)	-	-
	Repayment of Reimbursement	2,840	-
	<b>Balance outstanding at the year end- debit</b>	<b>-</b>	<b>2,840</b>



**Prime Focus Technologies UK Limited**  
**Notes to Financial Statements**

23 Related party disclosure:		Mar 2020	Mar 2019
	Particulars		
f)	<b>Prime Focus Technologies Inc</b>		
	Reimbursement of expenses (Net)	-	-
	Recd agst Reimbursement of expenses/Recharges (Given)	-	1,278
	Paid agst Reimbursement of expenses/Recharges (Taken)	-	413,591
	Technical Services	-	-
	Paid against Technical Services	-	615,462
	Interest on Loan Taken	31,653	152,174
	Short Term Loan Taken/repaid	2,825,339	3,312,888
	Purchase of Asset	6,350	-
	Exchange Loss	158,691	-
	Received against Interest on loan	-	69,654
	Interest on Loan repayment	-	-
	<b>Balance outstanding at the year end- credit/debit</b>	<b>67,031</b>	<b>3,013,058</b>
g)	<b>Prime Focus International Services UK Limited</b>		
	Advances Received / (Given) - Net	-	-
	Short Term Loan Taken	578,551	642,140
	Advances received repaid	-	-
	Repayment of short term loan taken	1,369,445	35,000
	Repayment against Advances Recd	-	-
	Trade Payable	-	446,229
	Trade Payable Repaid	446,229	-
	Interest on Loan Taken	12,338	44,772
	Interest on loan repaid	57,109	-
	Reimbursement of expenses payable	-	154,064
	Reimbursement of expenses repaid	154,064	-
	<b>Balance outstanding at the year end- credit</b>	<b>-</b>	<b>1,321,740</b>
h)	<b>Prime Post Europe Limited</b>		
	Reimbursement of expenses (net)	350,507	462,628
	<b>Balance outstanding at the year end- debit</b>	<b>603,581</b>	<b>954,088</b>
i)	<b>De-Fi Media Limited</b>		
	Advances Given	510,200	1,297,200
	Repayment against Advances Recd	1,799,334	-
	Short term loan taken	1,375,700	-
	Short term loan taken repaid	17,500	-
	Interest on Loan	52,143	-
	Reimbursement of expenses (Net)	10,346	-
	<b>Balance outstanding at the year end- credit</b>	<b>1,421,756</b>	<b>1,290,200</b>
j)	<b>Prime Focus MEAD FZ LLC</b>		
	Reimbursement of expenses (net)	1,872,419	124,297
	<b>Balance outstanding at the year end- credit/debit</b>	<b>1,748,122</b>	<b>124,297</b>



24 Financial instruments

Capital Management

The company's capital includes issued share capital and all other distributable reserves. The primary objective of the Company's Capital Management is to maximise shareholder value and to maintain an optimal capital structure to reduce the cost of capital. The company does not have any long term and short term borrowings and all its capital needs are either met by internal accruals i.e. surplus balances of previous years or by effective management of its working capital. As at the balance sheet date, the company's share capital, and distributable reserves are:

	As at March 31		As at March 31	
	2020	2019	2020	2019
	Carrying Value		Fair Value	
in £				
<b>Financial Assets:</b>				
<b>Measured at amortised cost</b>				
Trade receivables	669,063	350,601	669,063	350,601
Cash and cash equivalents	104,894	43,721	104,894	43,721
Other financial assets	1,422,051	1,520,692	1,422,051	1,520,692
<b>Total financial assets measured at amortised cost</b>	<b>2,196,008</b>	<b>1,915,014</b>	<b>2,196,008</b>	<b>1,915,014</b>
<b>Financial Liabilities:</b>				
<b>Measured at amortised cost</b>				
Borrowings	3,233,633	2,890,303	3,233,633	2,890,303
Trade payables	2,327,606	1,236,940	2,327,606	1,236,940
Other financial liabilities	1,038,379	904,631	1,038,379	904,631
<b>Total financial liabilities measured at amortised cost</b>	<b>6,599,618</b>	<b>5,031,874</b>	<b>6,599,618</b>	<b>5,031,874</b>

Capital Risk Management

The company's objectives when managing capital are to safeguard the company's ability to continue as a going concern in order to provide returns for shareholders and The company management sets the amounts of capital required in proportion to risk. The company manages its capital structure and makes adjustments to it in light of The company is not subject to any externally imposed capital requirements.

a) Financial risk management

The company is exposed through its operations to the following financial risks:

- Credit risk
- Liquidity risk
- Market risk

i) Credit Risk

**Cash and cash equivalents**

Cash is held with various financial institutions at March 31, 2020. The total amount of cash and cash equivalents as of March 31, 2020 is £ 104,894 of which £ 104,894 was held in a scheduled bank.



**Prime Focus Technologies UK Limited**  
**Notes to Financial Statements**

**24 Financial instruments**

ii) Liquidity Risk

Liquidity risk is the risk, that the company is unable to meet its payment obligations associated with its financial liabilities when they fall due. Ultimate responsibility for liquidity risk management rests with the Management, which has developed a liquidity management forecasting process which aims to ensure that the company has sufficient cash at all times to meet liabilities as they fall due.

The following analysis sets out the maturities of financial assets and liabilities.

**Liquidity Risk**

At 31 March 2020	Less than 1 year	More than 1 year	Total
<b>Non-current financial assets</b>			
Investments	-	-	-
Other financial assets	-	54,257	54,257
<b>Current financial assets</b>			
Trade and other receivables	669,063	-	669,063
Receivables due from related parties	729,650	-	729,650
Other financial assets	692,401	-	692,401
Cash and cash equivalents	104,894	-	104,894
	<b>2,196,008</b>	<b>54,257</b>	<b>2,304,522</b>
<b>Non-current financial liabilities</b>			
Borrowings	-	3,028,283	3,028,283
Other financial liabilities	-	27,758	27,758
Class B convertible redeemable preferred shares	-	-	-
Class B derivatives	-	-	-
<b>Current financial liabilities</b>			
Borrowings	3,233,633	-	3,233,633
Payables due to related party	-	-	-
Trade and other payables	2,327,606	-	2,327,606
Other financial liabilities	1,038,379	-	1,038,379
	<b>6,599,618</b>	<b>3,056,041</b>	<b>12,711,699</b>
<b>At 31 March 2019</b>	<b>Less than 1 year</b>	<b>More than 1 year</b>	<b>Total</b>
<b>Non-current financial assets</b>			
Investments	-	-	-
Other financial assets	-	50,045	50,045
<b>Current financial assets</b>			
Trade and other receivables	350,601	-	350,601
Receivables due from related parties	1,442,894	-	1,442,894
Other financial assets	77,798	-	77,798
Cash and cash equivalents	43,721	-	43,721
	<b>1,915,014</b>	<b>50,045</b>	<b>2,015,103</b>
<b>Non-current financial liabilities</b>			
Borrowings	-	2,211,234	2,211,234
Other financial liabilities	-	-	-
Class B convertible redeemable preferred shares	-	-	-
Class B derivatives	-	-	-
<b>Current financial liabilities</b>			
Borrowings	2,890,303	-	2,890,303
Payables due to related party	-	-	-
Trade and other payables	1,236,940	-	1,236,940
Other financial liabilities	904,631	-	904,631
	<b>5,031,874</b>	<b>2,211,234</b>	<b>9,454,343</b>



**Prime Focus Technologies UK Limited**  
**Notes to Financial Statements**

**25 Previous Year Figures**

Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

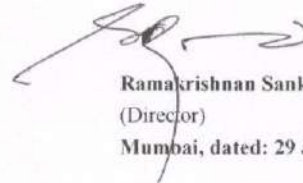
**For V. Shivkumar & Associates**  
Chartered Accountants  
Firm Registration No. 112781W



**V. Shivkumar**  
(Proprietor)  
Membership No.042673  
Place: Mumbai  
Date: 29 July 2020



**For and on behalf of the Board of Directors**



**Ramakrishnan Sankaranarayanan**  
(Director)  
Mumbai, dated: 29 July 2020